Attorney's Docket No.: 07844-0569001 / P524

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

Applicant: Michael D. Schuster Art Unit: 2624

Patent No.: 7,433,540 Examiner: Aaron W. Carter

Issue Date: October 7, 2008 Conf. No.: 4046

Serial No.: 10/643,279 Filed: August 18, 2003

Title : DECOMPOSING NATURAL IMAGE SEQUENCES

Commissioner for Patents

P.O. Box 1450

Alexandria, VA 22313-1450

APPLICATION FOR PATENT TERM ADJUSTMENT UNDER 37 CFR 1.705(d)

Applicant hereby petitions for reconsideration of the Patent Term Adjustment (PTA) accorded the above-referenced patent application. The Issue Notification mailed September 17, 2008 for the above-referenced application indicates that the Patent Term Adjustment at issuance is 867 days. Reconsideration of the Patent Term Adjustment calculation to increase PTO Delay from 899 days to 1303 days, and to increase Total PTA from 867 to 1271 days, is respectfully requested.

REVIEW OF PATENT TERM ADJUSTMENT CALCULATION

A review of the Patent Term Adjustment History in the PAIR system shows that the United States Patent and Trademark Office (PTO) calculated the Patent Term Adjustment (PTA) as follows:

- The PTO mailed a delayed 14-month first non-final Office Action on April 5, 2007, thereby according a PTO Delay of 899 days. Applicant does not dispute herein this patent term adjustment calculation for this PTO "A Delay."
- Applicant filed a response to the first non-final Office Action on August 6, 2007 (received at the PTO on August 6, 2007). Applicant was accorded a delay of 32 days for the late response. Applicant does not dispute herein this patent term adjustment for Applicant Delay.
- The application was filed on August 18, 2003 and the patent issued on October 7, 2008, more than three years later. The earliest Request for Continued

CERTIFICATE OF MAILING BY EFS-WEB FILING

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Examination was filed on May 13, 2008. No PTO Delay was calculated for issuance of the patent after three years from filing. Applicant respectfully submits that the PTO's calculation of this PTO "B Delay" contains an error and that the correct PTO Delay for issuance beyond three years from filing is 404 days, as outlined further below. The PTO Delay of 899 days ("A Delay") includes 230 days after three years from filing where "A" and B" delays overlap. Therefore, the "B Delay" of 404 days does not include the overlapping 230 days.

REMARKS

Applicant has calculated the PTA in accordance with the clear intent of Congress. As outlined in Wyeth v. Dudas (Wyeth et al. v. Jon W. Dudas, U.S. District Court, D.C., CA No. 07-1492, Mem. Op. September 30, 2008), the only way that periods of time can "overlap" is if they occur on the same day, and if an "A delay" occurs on one calendar day and a "B delay" occurs on another, they do not overlap, and 35 U.S.C. § 154(b)(2)(A) does not limit the extension to one day. "A Delays" are defined as delays by the Office under 35 U.S.C. 154(b)(1)(A), which guarantees prompt PTO response. "B Delays" are defined as delays by the Office under 35 U.S.C. § 154(b)(1)(B), which guarantees no more than 3-year application pendency.

The PTA for the instant patent, as currently calculated and shown on the face of the patent, relies on the premise that the application was delayed under § 154(b)(1)(B) before the initial three-year period expired.

The Wyeth court determined that this construction cannot be squared with the language of § 154(b)(1)(B), which applies "if the issue of an original patent is delayed due to the failure of the United States Patent and Trademark Office to issue a patent within 3 years," and that "B delay" begins once the PTO has failed to issue a patent within three years, not before.

In the current PTA calculation, the Office has only given credit for the larger of "A Delay" or "B Delay," rather than the combined sum of "A Delay" and "B Delay" (which does not include any days after three years from filing where "A" and "B" delays overlap).

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In this patent, "A Delay" should be calculated as 899 days, and "B Delay" should be calculated as 404 days. Thus, the total PTO Delay should be calculated as 1303 days.

In consideration of the events described above, Applicant believes the PTA calculation of 867 days is incorrect. As such, Applicant respectfully requests reconsideration of the patent term adjustment in the following manner:

- 1) Total PTO Delay should be calculated as 1303 days;
- 2) Total Applicant Delay should be calculated as 32 days; and
- 3) Total PTA should be calculated as 1271days.

Applicant notes that this patent is not subject to a terminal disclaimer.

Please apply the fee of \$200 required under 37 C.F.R. § 1.18(e) and any other required charges or credits to Deposit Account No. 06-1050.

Respectfully submitted,

Date: November 24, 2008 /Spencer C. Patterson/

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